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FORT WAYNE MARKET NEWS

United States Department of Agriculture
Agricultural Marketing Service
Milk Marketing Orders Division

1122 South Harrison Street
Fort Wayne, Indiana 46802
Phone: 742 - 7401

Federal Milk Order No. 47

Issued for Information of Producers
Who Are Not Members of Cooperative Associations

U. S. DEPT. OF AGRICULTURE

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APR 27 1964

April 1964

MARCH UNIFORM PRICE \$3.96CURRENT SERIAL RECORDS

Dairy farmers who delivered Grade "A" milk to handlers subject to the Fort Wayne milk order in March 1964, will receive a minimum uniform price of \$3.96 per hundredweight for milk testing 3.5%. A butterfat differential of 7.0 cents for each one tenth of one percent that individual tests vary above or below the 3.5% standard will be used. This minimum price is subject to a 4 cent per hundredweight marketing service deduction and authorized hauling charges. The computation of the minimum blend price is shown on page 5 and of the class prices on page 4.

The \$3.96 price for March 1964, is 6 cents below the February 1964 price, and 9 cents below the March 1963 price.

PRODUCER RECEIPTS AND UTILIZATION

Approved producers shipped 22,937,553 pounds of milk to the Fort Wayne market during March 1964, of which 15,769,201 pounds or 68.8% was utilized in Class I by 17 pool handlers. Production was up 7.1% from February 1964. Class I utilization of producer milk was up 2.1% from February 1964.

APRIL CLASS I PRICE \$4.35

\$1.20 was added to the March basic formula price of \$3.15 (Wisconsin-Minnesota Series) to establish the Fort Wayne Class I price for April. This price of \$4.36 is 1 cent under the March Class I price.

ASSISTANT SECRETARY OF AGRICULTURE SPEAKS ON FEDERAL ORDERS

In a recent address, George L. Mehren, Assistant Secretary of Agriculture stated "The Federal milk order program is a valuable tool in milk marketing, but no panacea for all the ills, changes, and adjustments of the dairy industry. It can never take the place of forward-looking vigorous and cooperative action by the members of the industry themselves. Both the long standing and widespread acceptance of the program, and the controversy over some aspects of it, must be put in perspective. Much of the controversy stems from a misunderstanding of program objectives, and perhaps from a desire of persons in the industry to rely on the orders to accomplish purposes which the orders were not intended to perform."

"The United States Department of Agriculture's relations with the dairy industry have been good, for the most part by far, because of tradition of communicating frankly and sincerely. It is important to keep these communication channels open, even though there may be disagreement on occasion. Some representatives of the dairy industry tend to take the milk marketing order program for granted. Others are inclined to attribute all the shortcomings of the dairy industry to the operation of the program. Too frequently they forget the objectives of the Agricultural Marketing Agreement Act and, more importantly, they tend to overlook its limitations."

FORT WAYNE MILK MARKET NEWS
UTILIZATION AND CLASSIFICATION OF ALL MILK RECEIPTS

	March 1964 Reported		March 1963 Reported	
	Milk Pounds	BF Pounds	Milk Pounds	BF Pounds
Fluid Milk	13,216,776	463,862	13,672,111	482,371
Regular Skim Milk	800,601	14,824	264,127	3,480
Skim Milk - Solids Added	1,046,474	18,732	1,191,658	21,710
Buttermilk	113,365	1,081	149,278	1,271
Flavored Milk/Drink	605,665	17,695	614,858	17,890
Cream Mixtures	197,592	24,200	192,204	23,688
Light Cream	8,591	1,807	11,375	2,392
Heavy Cream	24,196	8,346	18,255	6,271
Sour Cream	26,808	4,985	20,537	3,762
Sub Totals	16,040,068	555,532	16,134,403	562,835
Plus Unaccounted For	13,463	2,885	11,679	3,916
Gross Total Class I Milk	16,053,531	558,417	16,146,082	566,751
Less Other Source Receipts	284,330	14,409	250,073	11,472
Less Overages	-0-	-0-	-0-	-0-
Less Beginning Inventory	-0-	-0-	56,359	-0-
<u>CLASS I PRODUCER MILK IN POOL</u>	<u>15,769,201</u>	<u>544,008</u>	<u>15,839,650</u>	<u>555,279</u>
<u>CLASS II MILK</u>				
Class II Production	1,841,392	42,101	1,662,823	34,035
Sales to Nonpool Plants	4,673,101	270,115	1,944,927	160,515
Ending Inventory	1,719,974	69,012	1,559,469	61,636
Dumped or Livestock Feed	83,475	603	51,534	532
Class II Shrinkage	148,020	8,204	135,895	9,883
Gross Total Class II Milk	8,465,962	390,035	5,354,648	266,601
Less Other Source Receipts	38,189	360	109,231	3,817
Less Overages	1,420	448	691	691
Less Beginning Inventory	1,258,001	54,450	1,404,125	58,624
<u>CLASS II PRODUCER MILK IN POOL</u>	<u>7,168,352</u>	<u>334,777</u>	<u>3,840,601</u>	<u>203,469</u>
<u>TOTAL PRODUCER MILK IN BOTH CLASSES</u>	<u>22,937,553</u>	<u>878,785</u>	<u>19,680,251</u>	<u>758,748</u>

MISCELLANEOUS INFORMATION

	March 1964	March 1963	March 1962
Daily Class I Milk (Lbs.)	517,856	520,841	439,191
Current Month Compared With:		- 0.6%	+ 17.9%
Producer Milk (Lbs.) per Farm per Day	853	743	647
Current Month Compared With:		+ 14.8%	+ 31.8%
Gross Class I Milk to Producer Milk	70.0%	82.0%	82.3%
Pool Value of Producer Milk	\$962,723	\$847,729	\$749,630
Value of Producer Milk per Farm	\$ 1,110	\$ 993	\$ 910
Butter-Skim Powder Price	\$ 3.03	\$ 3.01	\$ 3.20
Wisconsin-Minnesota Series	\$ 3.15	\$ 3.09	\$ 3.21

RECEIPTS AND CLASSIFICATION OF PRODUCER MILK
(By Months and Monthly Averages)

Month or Year	CLASS I			CLASS II			PRODUCER RECEIPTS (100%)		
	Product Pounds	Per- cent	Ave. Test	Product Pounds	Per- cent	Ave. Test	Product Pounds	Ave. Test	No. of Producers
1958	5,432,954	60.3	3.69	3,583,075	39.7	4.01	9,016,029	3.78	877
1959	5,400,857	61.9	3.65	3,327,343	38.1	4.00	8,728,200	3.74	821
1960	5,906,158	63.3	3.63	3,420,711	36.7	4.10	9,326,869	3.80	817
1961	9,890,439	71.4	3.57	3,953,396	28.6	4.19	13,843,835	3.75	893
<u>1962</u>									
Jan.	12,967,846	81.7	3.56	2,903,760	18.3	5.95	15,871,606	4.00	855
Feb.	11,727,645	82.2	3.60	3,544,941	17.8	5.40	14,272,586	3.92	819
Mar.	13,528,647	81.8	3.58	3,005,482	18.2	5.23	16,534,129	3.88	824
Apr.	12,049,134	75.7	3.54	3,858,571	24.3	4.60	15,907,705	3.80	765
May	12,509,132	68.8	3.50	5,677,878	31.2	4.08	18,187,010	3.68	775
Jun.	11,790,924	71.5	3.52	4,689,249	28.5	3.69	16,480,173	3.57	767
Jul.	11,679,887	77.0	3.49	2,484,840	23.0	3.83	15,164,727	3.57	770
Aug.	12,481,221	84.5	3.46	2,289,735	15.5	4.09	14,770,956	3.56	782
Sep.	12,855,089	83.8	3.45	2,493,284	16.2	4.48	15,348,373	3.62	836
Oct.	13,875,255	81.9	3.48	3,076,464	18.1	4.94	16,951,719	3.75	837
Nov.	13,690,606	80.8	3.52	3,252,253	19.2	5.51	16,942,859	3.90	844
Dec.	13,645,073	74.1	3.54	4,777,978	25.9	5.19	18,423,051	3.97	851
Ave.	12,733,372	78.4	3.52	3,504,536	21.6	4.75	16,237,908	3.77	810
<u>1963</u>									
Jan.	14,402,111	74.7	3.48	4,889,705	25.3	5.48	19,291,816	3.98	856
Feb.	13,757,097	79.0	3.47	3,650,931	21.0	5.69	17,408,028	3.93	846
Mar.	15,839,650	80.5	3.51	3,840,601	19.5	5.30	19,680,251	3.86	854
Apr.	15,186,201	75.6	3.50	4,897,648	24.4	4.52	20,083,849	3.75	863
May	15,156,334	65.8	3.51	7,870,710	34.2	3.80	23,027,044	3.61	872
Jun.	12,819,856	61.0	3.51	8,208,776	39.0	3.56	21,028,632	3.53	867
Jul.	13,744,763	68.1	3.45	6,427,697	31.9	3.67	20,172,460	3.52	881
Aug.	14,344,322	74.6	3.51	4,881,413	25.4	3.68	19,225,735	3.55	890
Sep.	14,360,070	78.8	3.47	3,863,174	21.2	4.27	18,223,244	3.64	896
Oct.	15,696,736	81.7	3.44	3,527,183	18.3	5.03	19,223,919	3.73	883
Nov.	15,472,742	79.2	3.50	4,073,713	20.8	5.20	19,546,455	3.86	891
Dec.	15,628,927	75.1	3.49	5,178,732	24.9	5.33	20,807,659	3.95	870
Ave.	14,700,734	74.2	3.49	5,109,190	25.8	4.63	19,809,924	3.74	872
<u>1964</u>									
Jan.	16,406,859	75.1	3.42	5,441,486	24.9	5.34	21,848,345	3.90	863
Feb.	15,442,679	72.1	3.49	5,970,683	27.9	4.75	21,413,362	3.84	882
Mar.	15,769,201	68.8	3.45	7,168,352	31.2	4.67	22,937,553	3.83	867

PORT WAYNE MILK MARKET NEWS

ORDER NO. 47 PRICES - 3.5% BASIS
(By Months and Monthly Averages)

Month or Year	Basic Formula Price	CLASS I			CLASS II		UNIFORM	BUTTERFAT DIFFERENTIALS		
		Differ- ential	Supply Demand	Milk Price	Milk Price	Milk Price	Price	Class I	Class II	Producer
1958	2.965	1.16	+0.04	4.173	2.965	3.73		.076	.067	.067
1959	3.002	1.16	+0.10	4.264	3.002	3.84		.077	.069	.069
1960	3.046	1.16	+0.12	4.325	3.046	3.88		.077	.068	.068
1961	3.16	1.18	---	4.34	3.16	4.00		.077	.070	.073
1962										
Jan.	3.22	1.20	---	4.42	3.21	4.19		.076	.070	.074
Feb.	3.21	1.20	---	4.41	3.21	4.20		.076	.070	.075
Mar.	3.29	1.20	---	4.49	3.20	4.24		.076	.070	.075
Apr.	3.21	1.20	---	4.41	3.02	3.70*		.076	.067	.073
May	3.05	1.20	---	4.25	2.97	3.51*		.072	.067	.070
Jun.	3.01	1.20	---	4.21	2.95	3.52*		.072	.067	.071
Jul.	3.01	1.20	---	4.21	2.95	3.92		.072	.067	.071
Aug.	3.03	1.20	---	4.23	3.04	4.04		.072	.067	.071
Sep.	3.04	1.20	---	4.24	3.06	4.43*		.072	.067	.071
Oct.	3.06	1.20	---	4.26	3.06	4.38*		.073	.067	.072
Nov.	3.07	1.20	---	4.27	3.09	4.38*		.072	.067	.071
Dec.	3.10	1.20	---	4.30	3.09	3.98		.072	.067	.070
Ave.	3.11	1.20	---	4.31	3.07	4.04		.073	.068	.072
1963										
Jan.	3.11	1.20	---	4.31	3.10	3.99		.072	.067	.070
Feb.	3.10	1.20	---	4.30	3.10	4.04		.072	.067	.070
Mar.	3.10	1.20	---	4.30	3.09	4.05		.072	.067	.071
Apr.	3.09	1.20	---	4.29	3.08	3.64*		.072	.067	.071
May	3.08	1.20	---	4.28	3.07	3.52*		.072	.067	.070
Jun.	3.07	1.20	---	4.27	3.08	3.46*		.072	.067	.070
Jul.	3.08	1.20	---	4.28	3.09	3.91		.072	.067	.070
Aug.	3.09	1.20	---	4.29	3.10	4.00		.072	.067	.071
Sep.	3.10	1.20	---	4.30	3.12	4.46*		.072	.069	.071
Oct.	3.12	1.20	---	4.32	3.14	4.47*		.075	.067	.073
Nov.	3.15	1.20	---	4.35	3.13	4.47*		.073	.067	.071
Dec.	3.16	1.20	---	4.36	3.13	4.03		.073	.067	.071
Ave.	3.10	1.20	---	4.30	3.10	4.00		.072	.067	.071
1964										
Jan.	3.16	1.20	---	4.36	3.13	4.04		.073	.067	.071
Feb.	3.17	1.20	---	4.37	3.13	4.02		.072	.067	.070
Mar.	3.16	1.20	---	4.36	3.13	3.96		.072	.067	.070
Apr.	3.15	1.20	---	4.35				.072		

* "Louisville" plan in effect.

FEDERAL MILK MARKET ADMINISTRATOR
FORT WAYNE INDIANA MARKETING AREA

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Agricultural Marketing Service
Milk Marketing Orders Division
Federal Order No. 47

1122 South Harrison Street
Fort Wayne, Indiana 46802
Phone: 742 - 7401

COMPUTATION OF UNIFORM PRICE
(Based on reports of 17 Handlers)
March 1964

	<u>Milk Pounds</u>	<u>Average Test</u>	<u>Class Prices at Test</u>	<u>Total Value</u>	<u>% of Pounds</u>
Class I	15,769,201	3.4498	\$4.323866	\$681,839.06	68.75%
Class I	<u>7,168,352</u>	4.6702	3.914040	<u>280,572.15</u>	<u>31.25</u>
Total	22,937,553			\$962,411.21	100.00%
Add: Value of Overage				311.31	
Add: Value of Other Source Assessments				.00	
Add: Value of Inventory Reclassified				<u>.00</u>	
Pool Value of Producer Milk				\$962,722.52	
Less: Butterfat Adjustment to 3.5%				53,179.45	
Add: 1/2 Cash Balance in Producer Settlement Fund				<u>9,712.59</u>	Rate Per Cwt.
Adjusted Pool Value				\$919,255.66	\$4.0076448
Less: Producer Settlement Fund Reserve				<u>10,928.56</u>	<u>.0476448</u>
ANNOUNCED UNIFORM PRICE FOR 3.5% MILK				\$908,327.10	\$3.96

COMPUTATION OF PRODUCER BUTTERFAT DIFFERENTIAL

	<u>Butterfat</u>	<u>Differentials</u>	<u>Weighted Amount</u>
Class I	544,008	\$0.072	\$39,168.58
Class II	<u>334,777</u>	<u>0.067</u>	<u>22,430.06</u>
Total	878,785	\$0.070	\$61,598.64

The announced uniform price (f.o.b. pool plants at which no location adjustments are applicable) of \$3.96 for 3.5% milk is subject to adjustment by the producer butterfat differential of \$0.070 for each 1/10 percent of butterfat over or under 3.5%. This price is also subject to the applicable marketing service deduction and authorized hauling charges.

MINIMUM PRODUCER PRICES AT BUTTERFAT TEST FOR MARCH 1964

<u>Test</u>	<u>Price</u>	<u>Test</u>	<u>Price</u>	<u>Test</u>	<u>Price</u>	<u>Test</u>	<u>Price</u>
3.25	\$3.785	3.70	\$4.100	4.15	\$4.415	4.60	\$4.730
3.30	3.820	3.75	4.135	4.20	4.450	4.65	4.765
3.35	3.855	3.80	4.170	4.25	4.485	4.70	4.800
3.40	3.890	3.85	4.205	4.30	4.520	4.75	4.835
3.45	<u>3.925</u>	3.90	4.240	4.35	4.555	4.80	4.870
3.50	<u>/ 3.96 /</u>	3.95	4.275	4.40	4.590	4.85	4.905
3.55	3.995	4.00	4.310	4.45	4.625	4.90	4.940
3.60	4.030	4.05	4.345	4.50	4.660	4.95	4.975
3.65	4.065	4.10	4.380	4.55	4.695	5.00	5.010

R. J. Connolly
Market Administrator

Date Announced:
April 9, 1964

